IN THE UNITED STATES DISTRICT COURT FOR THE MIDDLE DISTRICT OF PENNSYLVANIA

TRANSCONTINENTAL GAS PIPE : CIVIL ACTION NO. 1:23-CV-463

LINE COMPANY, LLC,

(Judge Conner)

Plaintiff

:

v.

PENNSYLVANIA ENVIRONMENTAL :

HEARING BOARD, et al.,

.

Defendants

ORDER

AND NOW, this 22nd day of December, 2023, upon consideration of the motion (Doc. 27) to dismiss filed by defendants the Delaware Riverkeeper Network, Maya K. van Rossum, and Citizens for Pennsylvania's Future (collectively, "EHB Appellants"), and the brief (Doc. 28) in support thereof, wherein the EHB Appellants argue the complaint (Doc. 1) filed by plaintiff Transcontinental Gas Pipe Line Company, LLC ("Transco"), should be dismissed because Transco's request

¹ We addressed the procedural history of this case in our memorandum of June 5, 2023. (See Doc. 29 at 1-2). To summarize, Transco initiated this action in March 2023 by filing a two-count complaint naming the Pennsylvania Environmental Hearing Board ("EHB"), its judges, and the EHB Appellants as defendants. Transco seeks declaratory judgment that (1) the United States Court of Appeals for the Third Circuit has original and exclusive jurisdiction over review of the pipeline-related permits issued by the Pennsylvania Department of Environmental Protection ("DEP"), which are the subject of the EHB Appellants' contested administrative appeal to the EHB (Count I), and (2) that the Natural Gas Act, 15 U.S.C. § 717 et seq., otherwise preempts EHB review of those permits (Count II). (See Doc. 1 at 14-18). Transco subsequently sought to preliminarily enjoin the EHB appeal, which we denied on June 5, 2023. (See Docs. 29, 30). Our court of appeals recently affirmed our decision, see Transcontinental Gas Pipe Line Co. v. Pa. Env't Hr'g Bd., No. 23-2052, Doc. 51 (3d Cir. Oct. 31, 2023), although it has not yet issued an opinion in connection with its judgment. The arguments set forth in

for relief is predicated upon an erroneous interpretation of federal law, (see Doc. 28 at 6), such that relief cannot be granted, see FED. R. CIV. P. 12(b)(6); see also Neitzke v. Williams, 490 U.S. 319, 326 (1989) ("Rule 12(b)(6) authorizes a court to dismiss a claim on the basis of a dispositive issue of law."), and further upon consideration of Transco's brief (Doc. 33) in opposition, wherein Transco reiterates its view that any additional administrative review of DEP's certification decisions in connection with projects covered by the Natural Gas Act ("NGA") must be pursued "before the Third Circuit or not at all," (see Doc. 33 at 10-13 (discussing Del. Riverkeeper Network v. Sec'y Pa. Dep't of Env't Prot., 903 F.3d 65 (3d Cir. 2018) ("Riverkeeper III"); Township of Bordentown v. FERC, 903 F.3d 234 (3d Cir. 2018)), and DEP's brief (Doc. 34) in opposition, which echoes Transco's brief, and the court observing that our court of appeals has held that the NGA "does not purport to meddle with the inner workings of [a state] agency's [permit] approval process or to insert federal appellate courts arbitrarily into the state administrative scheme," Bordentown, 903 F.3d at 272, that 15 U.S.C. § 717r(d)(1) "merely requires that judicial challenges to the outcome of the administrative process" go directly to the federal circuit courts of appeals, id. (emphasis added), that "the NGA leaves untouched the state's internal administrative review process, which may continue to operate as it would in the ordinary course under state law," id. at 268, and that the term "civil action" as used in Section 717r(d)(1) "does not refer to hearings or

the instant motion to dismiss and related briefs largely are duplicative of those raised at the preliminary injunction stage. Accordingly, we incorporate by reference our prior analysis of those issues, as supplemented herein.

other quasi-judicial proceedings before administrative agencies," id. at 267, and the court further observing that the EHB is an administrative agency that does not entertain civil actions, see Cole v. Pa. Dep't of Env't Prot., 257 A.3d 805, 815 (Pa. Cmwlth. Ct. 2021) (en banc) (holding that EHB has jurisdiction to hear appeals of DEP actions on projects regulated under the NGA),² and the court noting that our order (Doc. 30) denying Transco's motion (Doc. 8) for preliminary injunction which turned upon our finding that Transco was not likely to succeed on the merits of this question, (see Doc. 29 at 6-16)—was affirmed by our court of appeals, see Transcontinental Gas Pipe Line Co. v. Pa. Env't Hr'g Bd., No. 23-2052, Doc. 51 (3d Cir. Oct. 31, 2023), and further noting that Transco's argument relies in part upon nonprecedential caselaw that predates both the Riverkeeper cases and Bordentown, (see Doc. 33 at 11-13 nn.11, 13 (citing Tenn. Gas Pipeline Co. v. Del. Riverkeeper Network, 921 F. Supp. 2d 381, 390, 391 (M.D. Pa. 2013), rejected in part by Riverkeeper III, 903 F.3d at 71), and the court concluding that Transco's claims fail as a matter of law because the NGA "does not mandate the filing of a civil action in lieu of exhausting administrative remedies; it provides only that if a civil action is filed, it must be filed with the Third Circuit," (Doc. 29 at 16 (citing Bordentown, 903) F.3d at 271-72)), it is hereby ORDERED that:

- 1. The EHB Appellants' motion (Doc. 27) to dismiss is GRANTED.
- 2. Transco's complaint (Doc. 1) is DISMISSED with prejudice.

² Following the Commonwealth Court's decision in <u>Cole</u>, DEP filed a petition for allowance of appeal with the Pennsylvania Supreme Court, which the court granted on August 3, 2023. <u>See Cole v. Pa. Dep't of Env't Prot.</u>, 302 A.3d 1195 (Pa. 2023) (*per curiam*).

3. The Clerk of Court shall CLOSE this case.

/S/ CHRISTOPHER C. CONNER
Christopher C. Conner
United States District Judge
Middle District of Pennsylvania